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State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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November 3, 1989

TO: Board of Oil, Gas and Mining

THRU: Lowell P. Braxton, Associate Director, Mining *LM*

FROM: Holland Shepherd, Reclamation Specialist/Permit Lead *HKS*

RE: Request for Board Concurrence for Revised Form and Amount of Reclamation Surety, W. K. Enterprises, Small Fry Mine, M/037/022, San Juan County, Utah

The Division has received a request from W. K. Enterprises, of Moab, Utah, for a partial surety release for the Small Fry mine site in Lisbon Valley. The operator has reclaimed a large portion of this site in August of 1989.

The work that has been done entails 5 acres of grading and topsoiling at the 6 acre site. The operator has left portions of the sites disturbed for possible future use. The operator will eventually file a Small Operation's NOI, once revegetation establishment has been verified on the work done this year.

The new reclamation surety covers all work still to be completed at the site, including seeding and mulching, portal closure, facilities removal, and road reclamation.

The current bond for the Small Fry is for \$12,000. We are asking that the Board approve the new amount of \$3,380 for the Small Fry.

Please find attached the following:

1. Summary Checklist
2. Reclamation Surety Estimate
3. Location Map
4. Reclamation Contract
5. Certificate of Deposit
6. BLM Concurrence

jb
Attachments
MN4/171

an equal opportunity employer

DOGM MINERALS PROGRAM

CHECK LIST FOR BOARD APPROVAL
OF
FORM AND AMOUNT OF SURETY

Mine Name Small Fry Mine

File No. M/037/022

Item	Provided		Remarks
	Yes	No	
Executive Summary	X		
Location Map	X		
Reclamation Bond Estimate	X		
Signed Reclamation Contract	X		
Signed Power of Attorney/ Affidavit of Qualification			n/a
Bond/Reclamation Surety	X		Certificate of Deposit
Surety Signoff (Other State/Federal Agencies)	X		Verbal confirmation has been obtained from the BLM, and will be supplied by the Board briefing

EXECUTIVE SUMMARY

Mine Name: Small Fry Mine I.D. No.: M/037/022
Operator: W. K. Enterprises County: San Juan
3080 Spanish Valley Dr New/Existing: Existing
Moab, Utah 84534 Mineral Ownership: BLM
Surface Ownership: BLM
Telephone: 259-7183 Lease No.(s): None
Contact Person: Robert Shumway Permit Term: Life of Mine
Life of Mine: Suspended Nov 1986

Legal Description: T29 S, R24 E, Sec. 34, S 1/2, SE 1/4, SW 1/4
T29 1/2 S, R24 E, Sec. 27, and Sec. 34 NE 1/4 NE 1/4

Mineral(s) to be Mined: Uranium, Vanadium

Mining Methods: Underground

Acres to be Disturbed: 6

Present Land Use: Mining

Postmining Land Use: Livestock, wildlife

Variances from Reclamation Standards (Rule M-10) Granted: None

SOILS and GEOLOGY:

Soil Description: Poor, old site, no previous soil salvage.

pH: _____

Special Handling Problems: Soils must be amended at reclamation.

Geology Description: _____

HYDROLOGY:

Groundwater Description: _____

Surface Water Description: No perennial stream associated with site.

Water Monitoring Plan: None

ECOLOGY:

Vegetation Type(s); Dominant Species: Pinyon, Juniper, Sage, Rabbitbrush,
Cactus, Indian Ricegrass, Bottlebrush.

Percent Surrounding Vegetative Cover: 20%

Wildlife Concerns: None

Surface Facilities: 1 wooden shack, 4 portals: 2 mine, 2 shop/office

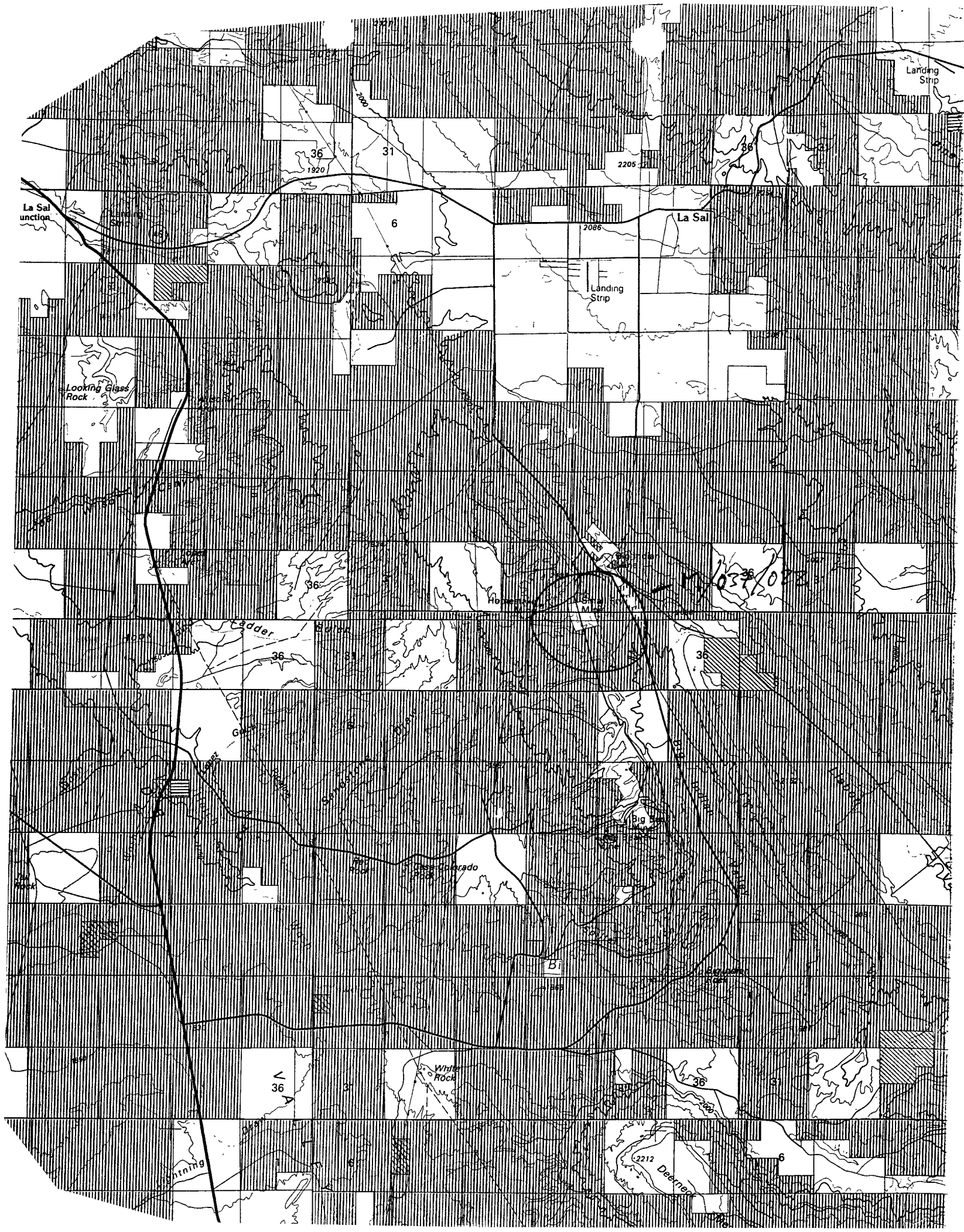
Mining and Reclamation Plan Summary: The site will be reclaimed in two steps:

1. The operator plans to reclaim all but 1 acre of the site leaving road and pad access to the portals.
2. The portals are on private land, the operator intends to reclaim the two mine portals, but will leave the shop/office open for future use. The road will be left as access.

SURETY:

Amount: \$3,380
Form: Certificate of Deposit
Renewable Term:

MN13/25-26



Reclamation Estimate
for
W. K. Enterprises

Small Fry Mine
San Juan County
M/037/022

Prepared by DOGM
September 8, 1989

Description, Small Fry

The site covers 6 acres of surface disturbance. Five acres of this disturbance has been retopsoiled, regraded and ripped, as of August 31, 1989. The remaining 1 acre consisting of access road, small pad, and several adits will remain until ultimate closure of the mine. An estimate for reclamation work, yet to be completed, follows:

Revegetation

<u>Item</u>	<u>Quantity</u>	<u>Units</u>	<u>\$/Unit</u>	<u>\$/Acre</u>	<u>Acres</u>	<u>\$ Total *</u>
<u>Bare Costs</u>						
Seed Mix	14	lbs	9	126	6	750
Native Hay Mulch	2	tons	50	100	6	600
<u>Application Costs</u>						
Native Hay Mulch (hand spread)	3 hr		24	72	6	430
Native Hay Mulch (disced in)	.3 hr		67	20	6	120
Scarify (tractor and chain)	.3 hr		67	20	6	120
<u>Earthwork</u>						
Rip and Regrade	2	hours	140	280	1	280
<u>Other Costs</u>						
Removal of Structures	none	n/a	n/a	n/a	n/a	n/a
Seal Portals	2	each	300	n/a	n/a	600
Subtotal						2,900

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Small Fry Reclamation Estimate
M/037/022
September 8, 1989

10% Contingency	290
Total in 1989 \$'s	3,190
Escalation (1.93% annually for 3 years)	190
Total in 1992 \$'s	3,380

* Figures have been rounded to nearest \$10

MN6/1-2

NON-NEGOTIABLE
NON-TRANSFERABLE

SAVINGS CERTIFICATE

FIRST WESTERN NATIONAL BANK

No 10771

Moab, Utah September 15 1989 \$ 3,380.00

THIS IS TO CERTIFY THAT State of Utah

HEREIN CALLED REGISTERED OWNER(S) HAS DEPOSITED IN THE FIRST WESTERN NATIONAL BANK

FIRST WESTERN NATIONAL BANK **3380 DOLS 00 CTS**

THE SUM OF _____ DOLLARS

payable to the registered owner(s) upon presentation and surrender of this certificate properly endorsed 1 year after date, with interest at the rate of 6.8 percent per annum from date.

This certificate will be automatically renewed at maturity for additional successive periods of 1 year each, unless presented for payment by the registered owner(s) within 10 days after a maturity date for payment as of such maturity date. The bank reserves the right to renew this certificate at any maturity date upon mailing to the registered owner(s) at his address last shown on the bank's records a notice of its election not to renew.

Small Fry Mine Reclamation Bond

Shane Sergho
(Authorized Signature)
THIS DEPOSIT IS NOT SUBJECT TO CHECK